

**CHANGE NOTICE FOR MANUAL NO. 02-23,
2023 FEDERAL POVERTY LEVEL CHANGES (FPL), COST OF
LIVING ADJUSTMENT (COLA) DISREGARD AND LOW
INCOME SUBSIDY (LIS) INCOME LIMITS**

DATE: FEBRUARY 21, 2023

Manual: Aged, Blind, and Disabled Medicaid

Change No: 02-23

To: County Directors of Social Services

I. BACKGROUND AND CONTENT OF CHANGE

Federal law requires poverty levels to be adjusted annually on the basis of the Consumer Price Index (CPI). This letter issues the 2023 Federal Poverty Level (FPL) income limit effective April 1, 2023.

II. POLICY UPDATE

A. MA-2252, Non-MAGI Medicaid Income/Reserve Limits, has been updated with 2023 amounts.

B. 2023 Federal Poverty Income/Reserve Limits are programmed in NC FAST. The system will use appropriate income/reserve limits for all applications and recertifications, including retroactive application months.

C. COLA Disregard

1. When the COLA increase is greater than the Federal Poverty Level, some Medicaid beneficiaries may lose eligibility or move to deductible status. In this situation, the most recent COLA must be disregarded in determining continued eligibility. If the individual remains eligible when the SSA COLA is disregarded, the disregard continues until the beneficiary loses Medicaid eligibility or becomes eligible without the disregard. Refer to MA-2250.IX.A.3 policy.

2. COLA disregard is programmed in NC FAST. The system will apply the disregard.

D. MA-2311- Low Income Subsidy Processing and Case Maintenance Table 1 has been updated.

E. DHB-5179, MAABD Eligibility Overview Chart is updated.

F. [Basic Medicaid Eligibility Requirements](#) is available on the NCDHHS Policies and Manuals website.

III. EFFECTIVE DATE AND IMPLEMENTATION

The 2023 FPL income limit increase is effective April 1, 2023.

If you have any questions regarding information in this change notice, please contact your [Medicaid Operational Support Team Representative](#).

DocuSigned by:

Jay Ludlam

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Jay Ludlam

Deputy Secretary, NC Medicaid